

VIG MoneyMaxx Emerging Market Total Return Investment Fund

E series EUR MONTHLY report - 2023 JUNE (made on: 06/30/2023)



INVESTMENT POLICY OF THE FUND

The aim of the Fund is to create an investment portfolio through asset allocation between and within asset classes that achieves annualised capital growth for investors higher than the benchmark over a 3-year time horizon. The Fund seeks investment opportunities primarily in emerging markets. In order to realise the investment objectives, the asset groups in the Fund's portfolio may be freely varied without having to adhere to any predetermined risk profile. The Fund is a "total return" fund, which can invest in several asset classes, i.e. instead of focusing on just one sub-sector of the money or capital market, it concentrates its investments within a combination of assets that promises the highest possible return at any given time. The Fund does not aim to track a fixed benchmark, nor does it adhere to a fixed equity-to-bond portfolio ratio, but seeks to vary this ratio within broad boundaries, with the composition of the portfolio changing dynamically in order to achieve the Fund's return target. The Fund's investments focus on emerging markets. The Fund primarily allocates its assets between emerging-market local currency government securities, hard currency government and corporate bonds, and equity markets, in accordance with the latest market expectations. The Fund may thus assume interest rate risk, currency risk, credit risk, as well as equity market risk. The Fund may take positions in other regions and markets (e.g. commodity markets) besides the emerging markets. The Fund hedges most of its currency positions, but it may also take open currency positions. In the interest of efficient portfolio design, the Fund may also assume forward and futures positions.

MARKET SUMMARY

In the US, the Federal Reserve did not raise its benchmark interest rate, which was in line with expectations but also left some question marks. The interest rate curve, now pricing in that the Fed will raise rates once more this year by 25 basis points, but then do nothing until the end of the year and start the rate-cutting cycle early next year. The question is why the Fed thinks it didn't have to raise rates now and will in 6 weeks. Analysts say that although the Fed communicates its intentions well, the thought process is inconsistent.

The Monetary Council of the Hungarian National Bank (MNB) acted as expected at its June rate decision meeting. The base rate remained at 13 percent, but the interest rate corridor narrowed slightly, with the overnight deposit rate remaining at 12.5 percent and the overnight lending rate falling to 18.5 percent. The base rate has been at 13 percent since September last year, and the MNB has not changed it since. However, in October last year, it introduced a one-day deposit tender at 18 percent, in response to the collapse of the forint. This rate was lowered by the Monetary Council at last month's rate-setting meeting, after it was seen that inflation had peaked and would now moderate. The May inflation figure was also positive at 21.5 percent, so the central bank was expected to cut the benchmark overnight deposit tender rate further. Inflation has begun to moderate noticeably and there is a good chance that the rate of inflation could fall to well below 10 percent by the end of the year. The forint remained stable against the euro, at 371 forints to 1 euro at the end of the month.

The Fund achieved a positive return in June. On the bond side, we reduced the interest rate risk on Hungarian bonds by selling bonds maturing in 2051. To offset these, we bought US inflation-tracking and French short-term bonds. This reduced the interest rate risk from 3.8 years to 3.6 years. On the equity side, we reduced the underweight by buying developed market equities when the indices broke through certain technical levels. In addition, we reduced the Hungarian equity exposure slightly. On the FX side, we have closed the 10% long HUF position we held so far against the euro, as we see that the HUF is not very strong against the euro from the 370 level. On the commodity side, we closed the short gold position.

GENERAL INFORMATION

Fund Manager:	VIG Investment Fund Management Hungary
Custodian:	Unicredit Bank Hungary Zrt.
Main distributor:	VIG Investment Fund Management Hungary
Benchmark composition:	Hurdle rate, annual 0.3%
ISIN code:	HU0000716030
Start:	03/17/2016
Currency:	EUR
Net Asset Value of the whole Fund:	14,676,914,213 HUF
Net Asset Value of E series:	698,465 EUR
Net Asset Value per unit:	0.790037 EUR

DISTRIBUTORS

CIB Bank Zrt., Equilor Befektetési Zrt, Erste Befektetési Zrt., ERSTE Group Bank AG Austria, MBH Bank Nyrt., OTP Bank Nyrt., Raiffeisen Bank Zrt., Unicredit Bank Hungary Zrt., VIG Befektetési Alapkezelő Magyarország Zrt.

SUGGESTED MINIMUM INVESTMENT PERIOD

3 mths	6 mths	1 yr	2 yr	3 yr	4 yr	5 yr
--------	--------	------	------	------	------	------

ASSET ALLOCATION OF THE FUND

Asset	Weight
Government bonds	30.67 %
Corporate bonds	26.00 %
T-bills	18.28 %
Collective securities	8.88 %
Hungarian equities	3.53 %
Current account	8.38 %
Market value of open derivative positions	7.70 %
Liabilities	-7.37 %
Receivables	3.93 %
Total	100,00 %
Derivative products	80.29 %
Net corrected leverage	121.41 %

Assets with over 10% weight

There is no such instrument in the portfolio

RISK PROFILE

1	2	3	4	5	6	7
---	---	---	---	---	---	---

← Lower risk Higher risk →

VIG MoneyMaxx Emerging Market Total Return Investment Fund

E series EUR MONTHLY report - 2023 JUNE (made on: 06/30/2023)

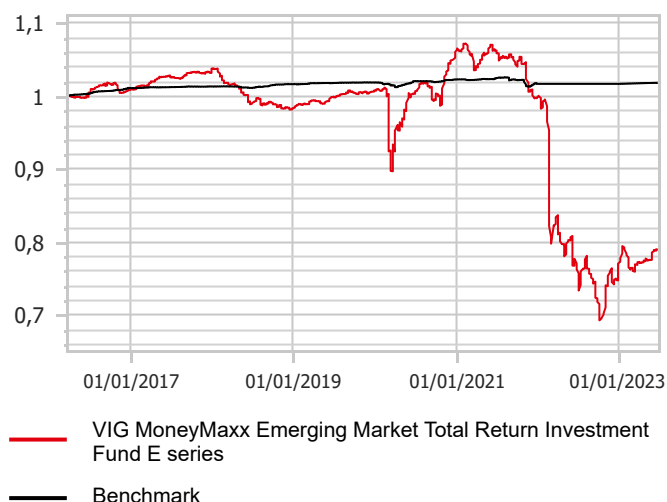


NET YIELD PERFORMANCE OF THE SERIES

Interval	Yield of note	Benchmark yield
From start	-3.18 %	0.25 %
1 month	1.81 %	0.02 %
3 months	2.42 %	0.07 %
2022	-24.87 %	0.00 %
2021	-5.81 %	-0.60 %
2020	4.97 %	0.41 %
2019	2.47 %	0.23 %
2018	-4.81 %	0.31 %
2017	2.34 %	0.20 %

NET PERFORMANCE OF THE SERIES

net asset value per share, 03/17/2016 - 06/30/2023



RISK INDICATORS

Annualized standard deviation of the fund's weekly yields-based on 1 year	9.54 %
Annualized standard deviation of the benchmark's weekly yields-based on 1 year	0.02 %
Annualized standard deviation of the fund's weekly yields-based on 3 year	19.98 %
Annualized standard deviation of the fund's weekly yields-based on 5 year	22.65 %
WAM (Weighted Average Maturity)	2.69 years
WAL (Weighted Average Life)	4.03 years

TOP 10 POSITIONS

Asset	Type	Counterparty / issuer	Maturity	
MSCI EmgMkt Sep23 Buy	derivatív	Raiffeisen Hun	09/15/2023	9.31 %
EUR/HUF 23.09.05 Forward Sell	derivatív	Erste Bank Hun	09/05/2023	7.59 %
US 5YR NOTE (CBT) Sep23 Buy	derivatív	Raiffeisen Hun	09/29/2023	6.00 %
USD/HUF 24.01.22 Forward Sell	derivatív	Unicredit Hun	01/22/2024	5.13 %
ROMGB 2034/10/11 4,75%	interest-bearing	Román Állam	10/11/2034	5.12 %
D231129	zero coupon	Államadósság Kezelő Központ Zrt.	11/29/2023	4.86 %
BSTDBK 2.52 10/19/23	interest-bearing	BLACK SEA TRADE AND DEVELOPEMENT BANK	10/19/2023	4.33 %
OTPHB 2,875 07/15/29 visszahívható 2024	interest-bearing	Országos Takarékpénztár és Kereskedelmi Bank Nyrt.	07/15/2024	4.08 %
Magyar Államkötvény 2034/A	interest-bearing	Államadósság Kezelő Központ Zrt.	06/22/2034	4.04 %
LONG GILT FUTURE Sep23 Buy	derivatív	Raiffeisen Hun	09/27/2023	3.93 %

Legal declaration

The recent document qualifies as Portfolio Report according to the Kbtv. requirements. It contains the following elements based on the last net asset value of the reporting month: presentation of the assets of the fund regarding asset type of portfolio investment and regarding other categories detailed in its investment policy; list of assets (issuers) representing more than 10% of the portfolio; net asset value of the fund, including the cumulated and the calculated value per unit share. Investors are kindly advised, that past performance of the fund does not guarantee future performance. The returns presented are to be considered without applicable taxes, distribution fees and commissions, fees related to account keeping and other costs in relation with holding an investment fund unit. Information presented in the Portfolio Report are for information purposes only, not intended to serve as investment advice, or any other offer. Investors are kindly advised to carefully read the Key Investors Document and Prospectus of the fund, in order to understand the risks of investing into the fund, and to be able to make an informed investor decision. The referred documents are available at the distribution locations and on the official website of VIG Fund Management Zrt. VIG Investment Fund Management Hungary | 1091 Budapest, Üllői út 1. | +36 1 477 4814 | alapkezelo@am.vig | www.vigam.hu